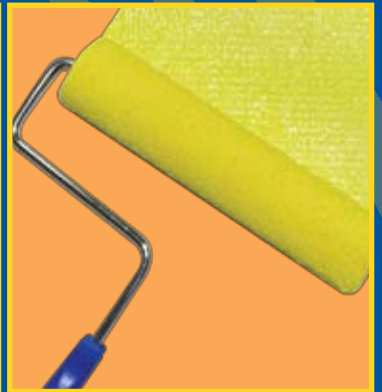


oldfields



## Appendix 4D & Financial Report for the Half Year Ended 31 December 2009

Oldfields Holdings Limited & Controlled Entities

ABN 92 000 307 988



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## APPENDIX 4D

Half Year Ending 31 December 2009

**Oldfields Holdings Limited**  
**ABN 92 000 307 988**

### Results for Announcement to the Market

Comparative Period : Half Year Ending 31 December 2009

(\$'000)

Revenues from ordinary activities	down	10.60%	to	21,578
Loss from ordinary activities after tax	down	-360.90%	to	-1803
Net profit for the period attributable to members	down	-372.40%	to	-1703
No Final Dividend Paid				<b>0.0 cents per security</b>
No Interim dividend declared				<b>0.0 cents per security</b>
Franked amount ordinary securities				<b>0.0 cents per security</b>
Final dividend preference securities				0.0 cents per security
Franked amount preference securities				0.0 cents per security
There are no Preference Securities				
Record date for determining entitlements to the Interim dividend				None Declared
Date the interim dividend is payable				None Declared
Net tangible assets per security				\$0.37
Net tangible assets per ordinary security previous corresponding period				\$0.85

These Financial Statements have been reviewed by the Company's Auditors.

**Robert Coleman**  
**Company Secretary**

**26th February, 2010.**

*Oldfields Holdings Limited* ABN: 92 000 307 988

and Controlled Entities

Interim Financial Report

**DIRECTORS' REPORT**

Your directors submit the financial report of the consolidated group for the half-year ended 31 December 2009.

**Directors**

The names of directors who held office during or since the end of the half-year:

Mr Anthony Mankarios

Mr Christopher C Hext

Mr Michael L Stafford (Appointed 30/11/2009)

Mr Lewis Timms (Appointed 18/12/2009)

Mr John R Westwood (Resigned 9/11/2009)

Mr Thomas D J Love (Resigned 22/12/2009)

**Review of Operations**

**Summary**

The Company reported a net consolidated revenue of \$21,578,786 in December 2009 compared to \$24,129,879 for the same period last year.

The Company reported a net loss of \$1,803,488 for the six months ending 31 December 2009. This compares to a Net Profit After Tax (NPAT) of \$ 691,073 for the six months ended 31 December, 2008.

The group loss was effected by:

1. The loss in the H&O consumer division of \$912,192.
2. The group also experienced a decline in Scaffold Hire Revenue as a direct result of the current weaker national conditions prevailing in the building and construction industry.

**Dividends and Cash Management**

The Company has elected not to pay an interim dividend for this half of the financial year. This compares to a 1 cent partially franked for the same period last year.

The company also declared that a \$2.2M Rights Issue was fully subscribed. These funds were used to assist the group with working capital and to reduce group debt.

The operations are reviewed by the divisions as follows:

**Paint Application Products**

The previous prevailing conditions of a low Australian dollar coupled with a weaker economic climate especially in the building industry saw signs of improvements during the latter half of this reporting period. The dollar is now trading at higher levels against the USD resulting in the division making a positive contribution in the latter half of this reporting period.

The business has some exciting new product releases and marketing enhancements expected to roll out in the latter part of this financial year.

Management is budgeting for a profit in the second half of the year for this division.

#### **PT Ace Indonesia**

The division experienced positive growth in domestic sales during the current period.

We anticipate steady operational trading with no major changes anticipated for the next six months.

#### **Tangshan Painting Accessories China**

The Company ceased operations in this associate company. This occurred in late November 2008.

The Company owns assets which it will sell and will be realised.

#### **Access/ Aluminium Scaffold Division**

The Group continues to manufacture in China through its Foshan Advcorp Scaffolds 100% owned subsidiary.

The Company moved the remainder of its Scaffold production facility from Farrow Road Campbelltown to Foshan China early in this Financial Year. One-off moving and redundancy costs were taken up in the current reporting period as a result of this move.

The strategic decision taken by the board to reduce long term costs will out-way any short term loss.

The business had large orders on it's books at the end of December, which could not be filled until the proceeds of the Rights Issue were received. Consequently a large portion of these orders will be billed in the second half of the financial year. This affected the group's revenue and profitability and we anticipate this will show up as a positive contribution in the second half of the financial year.

The general building industry (in particular in NSW) remains weak in 2010. The national market with the exception of a few states showed general declines in Hire Revenue for this period. This had a significant effect on the group's earnings for this period. We anticipate an improvement in the second half with strong results expected in 2011.

#### **H&O Products**

The Company purchased the assets of H&O Pharmaceuticals Pty Ltd on the 1st August 2008 through a 75% owned subsidiary H&O Products Pty Ltd.

The Company now has this fully integrated into the company's Enterprise Resource Planning (ERP) system, with information easily assessable by management. During this period the Group experienced significant non-recurring costs associated with the moving of the bottle factory to 8 Farrow Road Campbelltown. The Company also moved out of part of the warehouse facility at Fairfield.

This Company has supply arrangements with premier grocery organisations. H & O makes generic brands for these organisations along with it's own corporate national brands. We anticipate growth in this area in the next 6 months.

The business has lost money despite major infrastructural improvements and improved Delivery in Full and On Time percentages. The business should improve from hereon. We have recently commissioned larger tanks and a new faster filling line to assist with general efficiencies. There has been a significant reduction in staff numbers in the factory with Full Time Employees (FTE) reducing during the latter half of this financial year.

The board will consider all its options in regards to this business in the coming months. We will keep shareholders posted with any announcements in this regard.

### **Treco Garden Sheds**

The Garden Sheds division returned to a positive contribution in the latter half aided by sales improvements and general trading conditions in the local domestic market.

The brand Treco is a premier brand in Australia. Treco garden sheds are and remain well accepted. We currently have consistent forward orders and we anticipate continued improvements in this division into the latter half of this reporting financial year.

Management is anticipating continued solid improvements in the next reporting period.

### **Future Overview**

The year end result is too difficult to predict. The company will remain focused on achieving operational improvements despite challenging global conditions.

The ongoing severity and length of the World Financial Crisis is still uncertain. However the general consensus is that steady improvements will occur over the course of the next twelve months.

### **After Balance Date Events**

The Company will acquire the necessary remaining shares in it's associate Scaffold Management Systems Pty Ltd previously known as Concrete Pumping Systems Australia Pty Ltd. This will be finalised by May 2010. We do not expect any material effects to the accounts as a result of this purchase.

In February 2010 the group contributed \$112,000.00 to a Rights Issue in PT Ace Oldfields being our manufacturing plant in Jakarta. After this rights issue, Oldfields will remain a 49% shareholder. The funds will be used to reduce debt and for working capital.

### **Auditor's Independence Declaration**

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 4 of this report.

Signed in accordance with a resolution of Board of Directors.



.....  
Director  
Anthony Mankarios

Sydney, 26 February 2010

**OLDFIELDS HOLDINGS LIMITED AND CONTROLLED ENTITIES**  
ABN 92 000 307 988

**AUDITOR'S INDEPENDENCE DECLARATION**  
**UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**  
**TO THE DIRECTORS OF OLDFIELDS HOLDINGS LIMITED AND CONTROLLED ENTITIES**

I declare that, to the best of my knowledge and belief, during the half year ended 31 December 2009 there have been:

- (i) no contraventions of the auditor's independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

Hall Chadwick  
Level 29, 31 Market Street  
Sydney NSW 2000



**DREW TOWNSEND**

Partner

Date: 26 February 2010

**Sydney**  
Level 29  
St Martins Tower  
31 Market Street  
Sydney NSW 2000  
  
GPO Box 3555  
Sydney NSW 2001  
or  
DX 1451 Sydney  
  
Telephone: (02) 9263 2600  
Facsimile: (02) 9263 2800  
Email: sydney@hallchadwick.com.au

**Parramatta**  
Telephone: (02) 9687 2100  
Facsimile: (02) 9687 2900

**Penrith**  
Telephone: (02) 4721 8144  
Facsimile: (02) 4721 8155

**Melbourne**  
Telephone: (03) 8678 1600  
Facsimile: (03) 8678 1699

**Partners**  
Drew Townsend  
David Kenney  
Richard Albarran  
Gino Malacco  
Paul Leroy  
Steven Gladman  
Brent Kijurina  
Blair Pleash  
David Ross  
Graham Webb  
Domenic Calabretta

**Associates**  
Lyle Vallance  
Bill Petrovski  
Sally Saad

National Association  
Hall Chadwick

**Other Independent firms in:**  
Brisbane  
Adelaide  
Gold Coast  
Perth



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*Oldfields Holdings Limited*

ABN 92 000 307 988

and Controlled Entities

Interim Financial Report

*Oldfields Holdings Limited*

ABN 92 000 307 988

and Controlled Entities

Interim Financial Report

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED  
31 DECEMBER 2009

	Consolidated Group	
	31.12.2009	31.12.2008
	\$	\$
<b>Revenue from Ordinary Activities</b>	21,578,786	24,129,879
Cost of Sales	(13,051,797)	(12,039,246)
Gross Profit	8,526,989	12,090,633
Distribution Expenses	(6,476,156)	(7,761,831)
Marketing Expenses	(505,962)	(728,298)
Occupancy Expenses	(738,175)	(604,490)
Administrative Expenses	(1,530,710)	(1,364,098)
Finance Costs	(874,994)	(1,237,527)
Share of net profit of associates and joint ventures	(67,980)	361,922
<b>(Loss)/Profit before income tax</b>	(1,666,988)	756,311
Income tax expense	(136,500)	(65,238)
<b>(Loss)/Profit for the period</b>	(1,803,488)	691,073
(Loss)/Profit attributable to minority equity interest	100,003	(66,218)
<b>(Loss)/Profit attributable to members of the parent entity</b>	(1,703,485)	624,855
<b>Overall Operations</b>		
Basic Earnings per share (cents per share)	(9.41)	4.40
Diluted earnings per share (cents per share)	(9.41)	4.40

The accompanying notes form part of this financial report.

*Oldfields Holdings Limited*

ABN 92 000 307 988

and Controlled Entities

Interim Financial Report

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED  
31 DECEMBER 2009

	Consolidated Group	
	31.12.2009	31.12.2008
	\$	\$
Profit/(Loss) for the period	(1,703,485)	624,855
<b>Other comprehensive income</b>		
Net gain on revaluation of land and buildings	-	299,528
Recognition of share option expense	29,449	29,052
Movement in Cash Flows Hedge	60,812	-
Exchange differences on translation of foreign operations	16,225	69,496
Other comprehensive income for the period, net of tax	106,486	398,076
<b>Total comprehensive income for the period</b>	<b>(1,596,999)</b>	<b>1,022,931</b>
Total comprehensive income attributable to:	(1,697,002)	1,089,149
Members of the parent entity		
Non-controlling interest	100,003	(66,218)
	<b>(1,596,999)</b>	<b>1,022,931</b>

The accompanying notes form part of this financial report.



*Oldfields Holdings Limited*

ABN 92 000 307 988

and Controlled Entities

Interim Financial Report

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2009

		Consolidated Group	
	Note	31.12.2009	30.06.2009
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		1,857,582	588,917
Trade and other receivables		5,453,803	6,093,202
Inventories		8,645,560	9,638,136
Other assets		1,638,284	599,776
TOTAL CURRENT ASSETS		17,595,229	16,920,031
NON-CURRENT ASSETS			
Trade and other receivables		125,001	125,000
Investments accounted for using the equity method		1,864,600	2,094,525
Property, plant and equipment	3	15,391,993	16,468,398
Investment property		4,298,911	4,316,900
Intangible assets		1,403,200	1,260,988
Other financial assets		353,602	313,314
TOTAL NON-CURRENT ASSETS		23,437,307	24,579,125
TOTAL ASSETS		41,032,536	41,499,156
CURRENT LIABILITIES			
Trade and other payables		6,555,401	6,651,727
Borrowings		5,608,252	7,003,806
Current tax liabilities		328,181	370,015
Short-term provisions		1,071,793	1,955,342
Derivatives		-	60,812
TOTAL CURRENT LIABILITIES		13,563,627	16,041,702
NON-CURRENT LIABILITIES			
Borrowings		17,332,417	16,378,938
Other long-term provisions		119,611	143,460
TOTAL NON-CURRENT LIABILITIES		17,452,028	16,522,398
TOTAL LIABILITIES		31,015,655	32,564,100
NET ASSETS		10,016,881	8,935,056

The accompanying notes form part of this financial report.

**Oldfields Holdings Limited**

ABN 92 000 307 988

**and Controlled Entities**

**Interim Financial Report**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2009**

	<b>Note</b>	<b>Consolidated Group</b>	
		<b>31.12.2009</b>	<b>30.06.2009</b>
		<b>\$</b>	<b>\$</b>
<b>EQUITY</b>			
Issued capital		14,973,286	12,141,959
Reserves		(852,467)	(958,953)
Retained earnings		(3,762,351)	(2,058,866)
Parent entity interest		10,358,468	9,124,140
Non-controlling interest		(341,587)	(189,084)
<b>TOTAL EQUITY</b>		<b>10,016,881</b>	<b>8,935,056</b>

The accompanying notes form part of this financial report.

**OLDFIELDS HOLDINGS LIMITED ABN 92 000 307 988  
AND CONTROLLED ENTITIES**

**INTERIM FINANCIAL REPORT**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
AS AT 31 DECEMBER 2009**

	Ordinary Share Capital	Retained Earnings	Option Reserve	Asset Revaluation Reserve	Foreign Currency Translation Reserve	Minority Equity Interests	Cash Flow Hedge Reserve	Total
<b>Open 1 July 2008</b>	\$ 10,921,391	\$ 4,979,880	\$ 59,580	\$ 0	\$ (976,670)	\$ 81,228	\$ 0	\$ 15,065,409
Profit attributable to members of the parent entity.		624,855						624,855
Profit attributable to non-controlling interests.						66,218		66,218
Total other comprehensive income for the period.			29,052	299,528	69,496			398,076
Shares issued during the period.	1,214,240							1,214,240
<b>Sub Total</b>	<b>12,135,631</b>	<b>5,604,735</b>	<b>88,632</b>	<b>299,528</b>	<b>(907,174)</b>	<b>147,446</b>	<b>0</b>	<b>17,368,798</b>
Dividend paid and provided for.		(642,181)				(87,500)		(729,681)
<b>Close 31 December 2008</b>	<b>12,135,631</b>	<b>4,962,554</b>	<b>88,632</b>	<b>299,528</b>	<b>(907,174)</b>	<b>59,946</b>	<b>0</b>	<b>16,639,117</b>
<b>Open 1 July 2009</b>	<b>12,141,959</b>	<b>(2,058,866)</b>	<b>112,777</b>	<b>180,911</b>	<b>(1,191,829)</b>	<b>(189,084)</b>	<b>(60,812)</b>	<b>8,935,056</b>
Profit attributable to members of the parent entity.		(1,703,485)						(1,703,485)
Profit attributable to non-controlling interests.						(100,003)		(100,003)
Total other comprehensive income for the period.			29,449		16,225		60,812	106,486
Shares issued during the period.	2,831,327							2,831,327
<b>Sub Total</b>	<b>14,973,286</b>	<b>(3,762,351)</b>	<b>142,226</b>	<b>180,911</b>	<b>(1,175,604)</b>	<b>(289,087)</b>	<b>0</b>	<b>10,069,381</b>
Dividend paid and provided for.						(52,500)		(52,500)
<b>Close 31 December 2009</b>	<b>14,973,286</b>	<b>(3,762,351)</b>	<b>142,226</b>	<b>180,911</b>	<b>(1,175,604)</b>	<b>(341,587)</b>	<b>0</b>	<b>10,016,881</b>

The accompanying notes form part of this financial report.

**Oldfields Holdings Limited**

ABN 92 000 307 988

**and Controlled Entities**

**Interim Financial Report**

**CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED  
31 DECEMBER 2009**

	<b>Consolidated Group</b>	
	<b>31.12.2009</b>	<b>31.12.2008</b>
	<b>\$</b>	<b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	25,667,183	33,433,652
Payments to suppliers and employees	(25,301,845)	(33,489,154)
Interest received	31	504
Income tax paid	(221,592)	(83,684)
Net cash provided/(used in) by operating activities	<u>143,777</u>	<u>(138,682)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of Non Current Assets	(164,295)	(3,433,773)
Payment for business acquired	(481,088)	-
Proceeds from sale of Property, plant & equipment	27,700	46,029
Proceeds from disposal of entities	174,100	0
Net cash used in investing activities	<u>(443,583)</u>	<u>(3,387,744)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of shares	1,671,641	-
Costs related to issue of equity	(77,415)	-
Proceeds from borrowings	100,000	3,005,000
Repayment of borrowings	(1,127,272)	(340,855)
Interest and Other costs of finance paid	(483,827)	(989,585)
Interest on Directors/Shareholder's Loans	(19,634)	-
Dividends paid	-	(614,165)
Net cash used in/(provided by) financing activities	<u>63,493</u>	<u>1,060,395</u>
Net decrease in cash held	(236,313)	(2,466,031)
Cash and cash equivalents at beginning of period	(953,879)	(2,581,449)
Cash and cash equivalents at end of period	<u>(1,190,192)</u>	<u>(5,047,480)</u>

The accompanying notes form part of this financial report.

# Oldfields Holdings Limited

ABN 92 000 307 988

## and Controlled Entities

### Interim Financial Report

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

##### NOTE 1: BASIS OF PREPARATION

These general purpose financial statements for the interim half-year reporting period ended 31 December 2009 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Oldfield Holdings Limited and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2009, together with any public announcements made during the half-year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements except for the adoption of the following new and revised Accounting Standards.

##### **Accounting Standards not Previously Applied**

The Group has adopted the following new and revised Australian Accounting Standards issued by the AASB which are mandatory to apply to the current interim period. Disclosures required by these Standards that are deemed material have been included in this financial report on the basis that they represent a significant change in information from that previously made available.

##### *Presentation of Financial Statements*

AASB 101 prescribes the contents and structure of the financial statements. Changes reflected in this financial report include:

- the replacement of Income Statement with Statement of Comprehensive Income. Items of income and expense not recognised in profit or loss are now disclosed as components of 'other comprehensive income'. In this regard, such items are no longer reflected as equity movements in the Statement of Changes in Equity;
- the adoption of the separate income statement approach to the presentation of the Statement of Comprehensive Income; and
- other financial statements are renamed in accordance with the Standard.

##### *Operating Segments*

From 1 July 2009, operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the Group's chief operating decision maker which, for the Group, is the Board of Directors. In this regard, such information is provided using different measures to those used in preparing the Statement of Comprehensive Income and Statement of Financial Position. Reconciliations of such management information to the statutory information contained in the interim financial report have been included.

As a result of the adoption of the revised AASB 8, certain cash generating units have been redefined having regard to the requirements in AASB 136: Impairment of Assets.

##### *Business Combinations and Consolidation Procedures*

Revised AASB 3 is applicable prospectively from 1 July 2009. Changes introduced by this Standard, or as a consequence of amendments to other Standards relating to business combinations which are expected to affect the Group, include the following:

- All business combinations, including those involving entities under common control, are accounted for by applying the acquisition method which prohibits the recognition of contingent liabilities of the acquir-

# Oldfields Holdings Limited

ABN 92 000 307 988

## and Controlled Entities

### Interim Financial Report

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

ee at acquisition date that do not meet the definition of a liability. Costs incurred that relate to the business combination are expensed instead of comprising part of the goodwill acquired on consolidation. Changes in the fair value of contingent consideration payable are not regarded as measurement period adjustments and are recognised through profit or loss unless the change relates to circumstances which existed at acquisition date.

- Unrecognised deferred tax assets of the acquiree may be subsequently realised within 12 months of acquisition date on the basis of facts and circumstances existing at acquisition date with a consequential reduction in goodwill. All other deferred tax assets subsequently recognised are accounted for through profit or loss.
- The proportionate interest in losses attributable to non-controlling interests is assigned to non-controlling interests irrespective of whether this results in a deficit balance. Previously, losses causing a deficit to non-controlling interests were allocated to the parent entity.
- If the Group holds less than 100% of the equity interests in an acquiree and the business combination results in goodwill being recognised, the Group can elect to measure the non-controlling interest in the acquiree either at fair value ("full goodwill method") or at the non-controlling interest's proportionate share of the subsidiary's identifiable net assets ("proportionate interest method"). The Group elects which method to adopt for each acquisition.
- Where control of a subsidiary is lost, the balance of the remaining investment account shall be remeasured to fair value at the date that control is lost.

#### *Revenue Recognition*

Dividends received from a subsidiary, joint venture or associate shall be recognised as dividend revenue in the profit or loss irrespective of whether such dividends may have been paid out of pre-acquisition profits. Previously, such dividends were treated as a return of capital invested. Such dividends may be an indicator of impairment where the carrying amount of the investment exceeds the consolidated net assets relating to that investment or where the dividend exceeds the total comprehensive income of the respective investee in the period the dividend is declared.

#### *Comparative Figures*

When required by accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial period.

#### NOTE 2: GOING CONCERN

The financial statements of the group have been prepared on the going concern basis of accounting, which assumes the continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

The directors have successfully completed a rights issue in December 2009 of \$2,204,204. In addition they have undertaken to liquidate certain investment properties so as to inject working capital into the business. Based on projected budgets, cashflows, and forecasts the directors are of the opinion that these financial statements are prepared on a basis of going concern.

#### NOTE 3: PLANT AND EQUIPMENT

Plant and Equipment items were independently valued by Pickles Auctions Pty Limited on 26 February 2009 and 8 September 2009 on an open market value basis for the following entities.

- Oldfields Access Pty Limited and Advance Scaffold Solutions Pty Limited were valued on 26 February 2009 with a market value at \$8,599,815.
- Oldfields Pty Limited was valued on 8 September 2009 with a market value at \$846,406.
- H & O Products Pty Limited was valued on 8 September 2009 with a market value at \$1,303,982.

*Oldfields Holdings Limited*

ABN 92 000 307 988

**and Controlled Entities**

**Interim Financial Report**

NOTE 4: LOSS FOR THE PERIOD

All significant revenue and expense items for the period are disclosed on the face of the Consolidated Statement of Comprehensive Income

NOTE 5: DIVIDENDS

	<b>Consolidated Group</b>	
	<b>31.12.2009</b>	<b>31.12.2008</b>
	<b>\$</b>	<b>\$</b>
Distributions paid/provided for		
Final 30% franked ordinary dividend paid on 15 <sup>th</sup> December, 2008 of 4.5 cents per share.	-	642,181

NOTE 6: OPERATING SEGMENTS

**Segment Information**

**(a) Identification of reportable segments**

The group has identified its operating segments based on the internal reports that are reviewed and used by the Chief Executive Officer (chief operating decision maker) in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of product category and service offerings since the diversification of the Group's operations inherently have notably different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics and are also similar with respect to the following:

- the products sold and/or services provided by the segment;
- the manufacturing process;
- the type or class of customer for the products or service;
- the distribution method; and
- external regulatory requirements.

The group's CEO has identified the following four reportable segments:

- Wholesale/Retail
- Scaffold Division
- Consumer Products
- Property Division

The group's CEO assesses the performance of the operating segments based on segment profit before income tax.

**(b) Basis of accounting for purposes of reporting by operating segments**

*Accounting policies adopted*

# Oldfields Holdings Limited

ABN 92 000 307 988

## and Controlled Entities

### Interim Financial Report

#### NOTE 6: OPERATING SEGMENTS

Unless stated otherwise, all amounts reported to the Chief Executive Officer as the chief decision maker (CODM) with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Group.

#### *Inter-segment transactions*

An internally determined transfer price is set for all inter-entity sales. This price is re-set quarterly and is based on what would be realised in the event the sale was made to an external party at arm's-length. All such transactions are eliminated on consolidation for the Groups financial statements.

Corporate charges are allocated to reporting segments based on the segments' overall proportion of revenue generation within the Group. The CODM believes this is representative of likely consumption of head office expenditure that should be used in assessing segment performance and cost recoveries. This operating segment (Corporate Services) does not meet any of the quantitative thresholds to be disclosed as a separate reportable operating segment.

#### (c) Information about reportable segments

##### (i) Operating Segments

	Wholesale Retail	Scaffold Divi- sion	Consumer Products	Property Divi- sion	Total
<b>Total segment revenue</b>	8,739,521	12,251,209	3,177,178	213,897	24,381,805
Inter-segment elimination					(2,824,375)
Total group revenue					21,557,430
<b>Segment net loss before</b>					
<b>tax</b>	167,894	367,953	1,019,629	(674)	1,554,802
Other Unallocated Expenses					44,205
Adjusted Segment Net Loss Before Tax					1,599,007
Associates & Joint Ventures	67,980	-	-	-	67,980
<b>Net Loss before tax from continuing operations</b>	235,874	367,953	1,019,629	(674)	1,666,987

#### Included in Net Losses are:

• Depreciation & Amortisation	141,375	495,957	96,262	31,110	764,704
• Finance Costs	254,280	191,891	201,589	169,527	817,287

Corporate charges of \$44,205 are deducted from our net loss before tax from continuing operations of \$1,554,802 to give a total net loss for the period \$1,599,007 before any Associates and Joint Ventures results.

Depreciation and amortisation charges (\$86,125) and finance costs (\$57,707) are not allocated to any of the above operating segments.

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**Oldfields Holdings Limited**

ABN 92 000 307 988

**and Controlled Entities**

**Interim Financial Report**

Note 6: OPERATING SEGMENTS (CONT'D)

(ii) Geographical Regions

	<b>Wholesale Retail</b>	<b>Scaffold Divi- sion</b>	<b>Consumer Products</b>	<b>Property Divi- sion</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>External Sales</b>					
Australia	8,739,521	10,440,616	3,177,178	213,897	22,571,212
South East Asia		1,810,593			1,810,593
Inter-segment elimination					(2,824,375)
	<u>8,739,521</u>	<u>12,251,209</u>	<u>3,177,178</u>	<u>213,897</u>	<u>21,557,430</u>

As a result of re-structuring of the Group's finance departments and changes to the manner in which the Group's internal management reports were produced, comparative segment information would have little relevance to the current information provided and the costs to develop such relevant comparative segment information would have been excessive.

**Early Adoption of AASB 2009-5**

Under AASB 2009-5, annual improvements standard amends the requirement of AASB 8.23 for periods on or after 1 January 2010 so that information about segment assets only needs to be disclosed if regularly provided to the CODM. The company has elected to adopt this annual improvement early as information about segment assets is not regularly provided to the chief operating decision maker.

Going forward the Group will consider implementing internal management reports to allow the CODM to review operating segment results against the applicable operating segment assets.

**NOTE 7: CONTINGENT LIABILITIES**

There has been no change in contingent liabilities since the last annual reporting date.

**NOTE 8: EVENTS SUBSEQUENT TO REPORTING DATE**

The Company will acquire the necessary remaining shares in it's associate Scaffold Management Systems Pty Ltd previously known as Concrete Pumping Systems Australia Pty Ltd. This will be finalised by May 2010. We do not expect any material effects to the accounts as a result of this purchase.

In February 2010 the group contributed \$112,000.00 to a Rights Issue in PT Ace Oldfield's being our manufacturing plant in Jakarta. After this rights issue, Oldfield's will remain a 49% shareholder. The funds will be used to reduce debt and for working capital.

**Oldfields Holdings Limited**

ABN 92 000 307 988

**and Controlled Entities**

**Interim Financial Report**

**DIRECTORS' DECLARATION**

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 5 to 15 are in accordance with the *Corporations Act 2001*, including:
  - a. complying with Accounting Standard AASB 134: Interim Financial Reporting; and
  - b. giving a true and fair view of the consolidated entity's financial position as at 31 December 2009 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable based on current budget forecasts in the present market.

This declaration is made in accordance with a resolution of the Board of Directors.

Director



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Anthony Mankarios

Dated this 26th day of February 2010

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**OLDFIELDS HOLDINGS LIMITED AND CONTROLLED ENTITIES**  
ABN 92 000 307 988

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF  
OLDFIELDS HOLDINGS LIMITED AND CONTROLLED ENTITIES**

***Report on the Half Year Financial Report***

We have reviewed the accompanying half year financial report of Oldfields Holdings Limited and Controlled Entities (the consolidated entity) which comprises the consolidated statement of financial position as at 31 December 2009, the consolidated statement of comprehensive income, the consolidated statement of changes in equity, the consolidated statement of cash flows for the half year ended on that date, the accounting policies and other selected explanatory notes and the directors' declaration.

***Directors' Responsibility for the Half Year Financial Report***

The directors of Oldfields Holdings Limited (the company) are responsible for the preparation and fair presentation of the half year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

***Auditor's responsibility***

Our responsibility is to express a conclusion on the half year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of an Interim Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the company's financial position as at 31 December 2009 and its performance for the half year ended on that date; and complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Oldfields Holdings Limited and Controlled Entities, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

***Matters Relating to the Electronic Presentation of the Audited Financial Report***

This review report relates to the financial report of the consolidated entity for the half-year ended 31 December 2009 included on the website of Oldfields Holdings Limited. The directors of the company are responsible for the integrity of the website and we have not been engaged to report on its integrity. This review report refers only to the half-year financial report identified above and it does not provide an opinion on any other information which may have been hyperlinked to or from the financial report. If users of this report are concerned with the inherent risks arising from electronic data communications, they are advised to refer to the hard copy of the reviewed financial report to confirm the information included in the reviewed financial report presented on the company's website.

***Independence***

In conducting our review, we have complied with independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of Oldfields Holdings Limited and Controlled Entities on 26 February 2010, would be in the same terms if provided to the directors as at the date of this auditor's review report.

***Conclusion***

Based on our review, which is not an audit, we have not become aware of any matters that makes us believe that the half year financial report of Oldfields Holdings Limited and Controlled Entities is not in accordance with the Corporations Act 2001 including:

- a. giving a true and fair view of the company's financial position as at 31 December 2009 and of its performance for the half year ended on that date; and
- b. complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001

**Sydney**  
Level 29  
St Martins Tower  
31 Market Street  
Sydney NSW 2000  
  
GPO Box 3555  
Sydney NSW 2001  
or  
DX 1451 Sydney  
  
Telephone: (02) 9263 2600  
Facsimile: (02) 9263 2800  
Email: sydney@hallchadwick.com.au

**Parramatta**  
Telephone: (02) 9687 2100  
Facsimile: (02) 9687 2900

**Penrith**  
Telephone: (02) 4721 8144  
Facsimile: (02) 4721 8155

**Melbourne**  
Telephone: (03) 8678 1600  
Facsimile: (03) 8678 1699

**Partners**  
Drew Townsend  
David Kenney  
Richard Albarran  
Gino Malacco  
Paul Leroy  
Steven Gladman  
Brent Kijurina  
Blair Pleash  
David Ross  
Graham Webb  
Domenic Calabretta

**Associates**  
Lyle Vallance  
Bill Petrovski  
Sally Saad

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OLDFIELDS HOLDINGS LIMITED AND CONTROLLED ENTITIES  
ABN 92 000 307 988


INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF  
OLDFIELDS HOLDINGS LIMITED AND CONTROLLED ENTITIES

Without qualification to the conclusion expressed above, attention is drawn to the following matter:

**Material Uncertainty Regarding Continuation as a Going Concern**

We draw attention to Note 2 to the half year financial report which sets out the basis upon which the directors believe the group will be able to continue as a going concern. Should the group not achieve the matters as set forth in Note 2 there is significant uncertainty about the group's ability to continue as a going concern and to realize its assets and settle its liabilities at the amount stated in the half year financial report.

Hall Chadwick  
Level 29, 31 Market Street  
Sydney, NSW 2000



**DREW TOWNSEND**  
Partner

Date: 26 February 2010